# REPORT OF THE COMMITTEE ON BUDGET

**Voting Members:** 

Joey Manahan, Chair; Brandon J.C. Elefante, Vice-Chair; Ron Menor, Kymberly Marcos Pine, Tommy Waters

> Committee Meeting Held May 12, 2020

Honorable Ikaika Anderson Chair, City Council City and County of Honolulu

Mr. Chair:

Your Committee on Budget, which considered Bill 36 (2020) entitled:

"A BILL FOR AN ORDINANCE RELATING TO FUNDS."

which passed Second Reading at the April 15, 2020 Council meeting reports as follows:

The purpose of the bill is to amend the ordinances relating to the Bus Transportation Fund, including redesignating the fund as a multi-modal Transportation Fund.

The Directors of Budget and Fiscal Services and Transportation Services were present to respond to questions from Councilmembers.

Your Committee received no public or written testimony on the bill.

Your Committee considered and approved a CD1 version to the bill that makes the following amendments:

- Α. In SECTION 2 of the bill, underscores "handi-van" in the lead language in renumbered ROH Section 6-18.2(1) since it is new language.
- B. Adds a new SECTION 3 to the bill to clarify in ROH Section 6-63.3 that revenues required to be deposited into the Transportation Fund established under Chapter 6, Article 18, shall not be deposited in the Transit Fund

#### CITY COUNCIL

CITY AND COUNTY OF HONOLULU HONOLULU, HAWAII

3 2020 ADOPTED ON JUN

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> Committee Meeting Held May 12, 2020 Page 2

(these include revenues generated by or received from the mass transit project), and renumbers subsequent sections accordingly.

C. Makes miscellaneous technical and nonsubstantive amendments.

Your Committee on Budget is in accord with the intent and purpose of Bill 36 (2020), as amended herein, and recommends that it pass Third Reading in the form attached hereto, as Bill 36 (2020), CD1. (Ayes: Elefante, Manahan, Menor, Waters - 4; Noes: None; Excused: Pine - 1.)

Respectfully submitted,

CITY COUNCIL

CITY AND COUNTY OF HONOLULU HONOLULU, HAWAII



ORDINANCE			
RILI	36 (2020)	CD1	

RELATING TO FUNDS.

BE IT ORDAINED by the People of the City and County of Honolulu:

SECTION 1. Purpose. The purpose of this ordinance is to amend the ordinances relating to the Bus Transportation Fund, including redesignating the fund as a multi-modal Transportation Fund.

SECTION 2. Chapter 6, Article 18, Revised Ordinances of Honolulu 1990, is amended to read as follows:

### "Article 18. [Bus] Transportation Fund

#### Sec. 6-18.1 Creation.

There is created and established a special fund to be known as the ["bus] "transportation fund."

#### Sec. 6-18.2 Purpose.

This fund is for the following purposes:

[(a)](1) For city bus, handi-van, and rail system purposes, including:

- [<del>(1)</del>](A) The management, operation, and maintenance of the city bus, handivan, and rail system; and
- [<del>(2)</del>](<u>B)</u>The pro rata share of the expenses of the department of transportation services attributable to the administration of the city bus, <u>handi-van</u>, and <u>rail</u> system.
- [(b)](2)As a depository for all revenues generated by or received from the city bus, handi-van, rail system, and parking fees derived from the joint traffic management center parking garage.
- [<del>(e)</del>](3) To provide for expenses of operation, maintenance, improvement, and betterment of the joint traffic management center parking garage facilities."



ORDINANCE			
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SECTION 3. Section 6-61.3, Revised Ordinances of Honolulu 1990, is amended to read as follows:

"Sec. 6-61.3 Deposits.

- (a) There shall be deposited into the transit fund:
  - (1) All county surcharge on state general excise and use tax moneys collected pursuant to Section 6-60.1 and deposited into the general fund; and
  - (2) [All revenues generated by the locally preferred alternative, including any] Any interest earned on the deposits of this fund and all other receipts dedicated for the mass transit project.
- (b) No revenues required to be deposited into the transportation fund under Article

  18 shall be deposited in the transit fund."

SECTION 4. Section 13-4.5, Revised Ordinances of Honolulu 1990 ("Fare"), is amended by amending subsection (b) to read as follows:

- "(b) Single Fare.
  - (1) Any person issued a paratransit eligibility identification card under Section 13-4.3 and any person accompanying the ADA paratransit eligible individual shall pay a fare of \$2.00 per person per one-way passenger trip or a fare allowed by the ADA, except as provided in Section 13-2.6. Revenues from the fare will be deposited into the [bus] transportation fund.
  - (2) Any person to whom a current paratransit eligibility identification card has been issued under Section 13-4.3 shall pay a single cash fare in accordance with Section 13-2.1 to ride a city transit bus or the city ferry service upon display to the bus operator of the card; except when a fare for special services is charged under Section 13-2.1."

SECTION 5. Section 13-6.6, Revised Ordinances of Honolulu 1990 ("Operating revenues"), is amended by amending subsection (b) to read as follows:

"(b) Operating revenues derived from the city bus system shall be deposited into the [bus] transportation fund."



ORDINANCE			
RII I	36 (2020)	CD1	

SECTION 6. Section 15-15.5, Revised Ordinances of Honolulu 1990 ("Permits and supplemental permits to park in loading zones and official bus stops"), as amended by Ordinance 19-23, is amended by amending subsection (b) to read as follows:

- "(b) The department of customer services is authorized to issue, upon application therefor on forms furnished by the department of transportation services and upon the payment of annual supplemental permit charges as hereinafter provided, supplemental permits for the parking of trucks as described in HRS Section 249-1, as amended, and for the parking of tour vehicles, as defined in HRS Section 251-1, as amended, in loading zones when freight or passengers are being loaded upon or being unloaded from such vehicles, for loading zones within the boundary of a transportation management special improvement district established pursuant to Chapter 36.
  - A supplemental permit, deemed granted upon approval of the application, shall expire on December 31st of the year for which it is issued. An application for renewal of such supplemental permit for the following year may be made on and after the first day of December and approval thereof may be granted upon the payment of the supplemental permit fee, decal fee, and the additional fee for each transportation management special improvement district within which permission to load and unload is requested. The supplemental permit shall be evidenced by an appropriate decal or other device as approved by the director of transportation services which shall be placed on the front right bumper or such other place on the vehicle as may be approved by the director of transportation services.
  - (2) The department of customer services shall charge and collect an annual fee of \$120 for each supplemental permit, and a fee of \$10 for each decal or other approved device, for a total charge of \$130; provided that where the application for the supplemental permit is made in any month other than January, the supplemental permit fee shall be reduced by 1/12 of the annual cost for each supplemental permit for each full month of the then calendar year which has elapsed at the time of the application; and provided further, that where a decal or other device is mutilated, defaced, or lost, a replacement decal or approved device will be issued upon payment of \$10.



ORDINANCE		
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- (A) Supplemental permits to authorize the loading and unloading of passengers and freight in a transportation management special improvement district will be subject to an additional fee for each transportation management special improvement district within which permission to load and unload is requested. The supplemental permit charge for each transportation management special improvement district is \$120.
- (B) The director of transportation services is authorized, at the discretion of the director of transportation services, to establish and increase the additional transportation management special improvement district fee and the decal fee by no greater than five percent once per calendar year; provided that the current fees are set forth in Schedule XXXIX, which is to be provided by the director of transportation services subsequent to the effective date of this ordinance and made a part hereof.
- (C) The sums collected from the supplemental fees must be deposited in the [bus] transportation fund and must be allocated to defraying the cost of the increased management and enforcement needs of the transportation management special improvement district loading zones and the associated operational and administrative costs.
- (D) The director of transportation services may enter into an agreement with any entity or entities authorized by ordinance to manage freight and passenger loading and unloading in a transportation management special improvement district."

SECTION 7. Section 15-23.5, Revised Ordinances of Honolulu 1990 ("Use of revenues"), is amended by amending subsection (e) to read as follows:

"(e) All revenues derived from the operation and use of the joint traffic management center parking garage shall be deposited into the [bus] transportation fund."

SECTION 8. Ordinance material to be repealed is bracketed and stricken. New material is underscored. When revising, compiling, or printing this ordinance for inclusion in the Revised Ordinances of Honolulu, the Revisor of Ordinances need not include the brackets, the material that has been bracketed and stricken, or the underscoring.



ORDINANCE		
RILI	36 (2020)	CD1

SECTION 9. This ordinance takes effect on July 1, 2020.

	INTRODUCED BY:
	Joey Manahan
DATE OF INTRODUCTION:	
March 11, 2020 Honolulu, Hawaii	Councilmembers
APPROVED AS TO FORM AND LEGAL	
Deputy Corporation Counsel	
APPROVED thisday of	, 20 .
KIRK CALDWELL, Mayor	
City and County of Honolulu	